

## General Assembly

Raised Bill No. 887

January Session, 2009

LCO No. 3245

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Referred to Committee on Commerce

Introduced by: (CE)

## AN ACT CONCERNING TECHNICAL CHANGES TO ECONOMIC DEVELOPMENT STATUTES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 32-70a of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective from passage*):
- 3 (a) On or before October 1, 2006, the Commissioner of Economic and
- 4 Community Development shall establish goals for enterprise zones
- 5 designated under section 32-70. The commissioner shall review such
- 6 goals every five years and update them as necessary and appropriate.
- 7 Such goals shall include, but not be limited to, increasing private
- 8 investment, expanding the tax base, providing job training and job
- 9 creation for residents of enterprise zones and reducing property
- abandonment and housing blight in enterprise zones.
- 11 (b) On or before October 1, 2006, the Commissioner of Economic
- 12 and Community Development shall establish performance standards
- 13 to measure the progress of municipalities with enterprise zones in
- 14 attaining the goals for enterprise zones established under subsection
- 15 (a) of this section. The commissioner shall review and update such

- 16 performance standards as appropriate and necessary.
- 17 (c) On or before [July] November 1, 2011, and every five years
- 18 thereafter, each business located within an enterprise zone that is
- 19 <u>certified to receive enterprise zone benefits</u> shall electronically submit,
- 20 in a format determined by the commissioner, a report to the
- 21 municipality, which shall include, but not be limited to:
- 22 (1) The name of the <u>certified</u> business <u>receiving enterprise zone</u>
- 23 benefits;
- 24 (2) The enterprise zone address of each <u>certified</u> business <u>receiving</u>
- 25 <u>enterprise zone benefits;</u>
- 26 (3) The date on which the certified business was first certified;
- 27 (4) The number of full-time jobs the <u>certified</u> business had at the
- 28 time of application;
- 29 (5) The number of part-time jobs the <u>certified</u> business had at the
- 30 time of application;
- 31 (6) The number of full-time jobs of the <u>certified</u> business filled by
- 32 residents of the enterprise zone as of June thirtieth of each year since
- 33 certification;
- 34 (7) The number of part-time jobs of the certified business filled by
- 35 residents of the enterprise zone as of June thirtieth of each year since
- 36 certification;
- 37 (8) The number of full-time jobs the <u>certified</u> business had as of June
- 38 thirtieth of each year since certification;
- 39 (9) The number of part-time jobs the certified business had as of
- 40 June thirtieth of each year since certification;
- 41 (10) The average annual wage paid by the <u>certified</u> business to its
- 42 full-time employees as of June thirtieth of each year since certification;

- 43 (11) The average annual wage paid by the <u>certified</u> business to its 44 part-time employees as of June thirtieth of each year since certification;
- 45 (12) The number of employees of the <u>certified</u> business eligible for 46 health benefits as of June thirtieth of each year since certification;
- 47 (13) The per cent of average employee contribution to the health 48 plan of the <u>certified</u> business as of June thirtieth of each year since 49 certification;
- 50 (14) The amount invested by the <u>certified</u> business in job training as 51 of June thirtieth of each year since certification;
- 52 (15) The amount of square footage of the building or buildings 53 residing at the enterprise zone address at the time of application;
- 54 (16) The amount of square footage of the building or buildings 55 residing at the enterprise zone address as of June thirtieth of each year 56 since certification;
- 57 (17) The amount invested by the <u>certified</u> business or property 58 owner in the building or buildings residing at the enterprise zone 59 address as of June thirtieth of each year since certification;
- 60 (18) The amount invested in personal property, excluding 61 machinery and equipment used in the manufacture of goods, as of 62 June thirtieth of each year since certification;
- 63 (19) The amount invested in machinery and equipment used in the 64 manufacture of goods as of June thirtieth of each year since 65 certification;
- 66 (20) The amount of the personal property tax abatement awarded to 67 the <u>certified</u> business as of June thirtieth of each year since certification;
- 68 (21) The amount of the real property tax abatement awarded to the certified business as of June thirtieth of each year since certification;

- 70 (22) The amount of personal property tax actually paid by the 71 <u>certified</u> business to the municipality as of June thirtieth of each year 72 since certification; and
- 73 (23) The amount of real property tax actually paid by the <u>certified</u> 74 business to the municipality as of June thirtieth of each year since 75 certification.
  - (d) On or before [July] October 1, 2011, and every five years thereafter, each municipality in which an enterprise zone is located shall electronically submit, in a format determined by the commissioner, a report to the commissioner evaluating the progress of the municipality in meeting the performance standards established under subsection (b) of this section. Each municipal report shall include, to the extent available, a list of all businesses certified within the municipality's enterprise zone, and the information provided by businesses under subsection (c) of this section.
  - (e) On or before February 1, [2011] 2012, the commissioner shall assess the performance of each enterprise zone. In making such assessment the commissioner shall consider the report submitted under subsection [(c)] (f) of this section by the municipality in which the enterprise zone is located and any other information [he] the commissioner deems relevant. The commissioner shall report the findings of said assessment and any recommendations for improvement in the performance of the enterprise zone in the Department of Economic and Community Development's annual report.
  - (f) On or before January 1, 2013, the commissioner shall assess the performance of each enterprise zone and may recommend to the joint standing committee of the General Assembly having cognizance of all matters relating to the Department of Economic and Community Development, [the Connecticut Development Authority and Connecticut Innovations, Incorporated,] that the designation be removed if [he] the commissioner determines that the enterprise zone

- 102 has not met performance standards established under subsection (b) of
- this section. Upon such recommendation, the General Assembly may
- 104 remove the designation.
- Sec. 2. Subsection (c) of section 32-10 of the general statutes is
- 106 repealed and the following is substituted in lieu thereof (Effective July
- 107 1, 2009):
- 108 (c) The strategic plan required under this section shall include, but
- 109 not be limited to, the following:
- 110 (1) A review and evaluation of the economy of the state. Such
- 111 review and evaluation shall include, but not be limited to, a sectoral
- analysis, housing market and housing affordability analysis, labor
- 113 market and labor quality analysis, demographic analysis and include
- 114 historic trend analysis and projections;
- 115 (2) A review and analysis of factors, issues and forces that impact or
- impede economic development and responsible growth in Connecticut
- and its constituent regions. Such factors, issues or forces shall include,
- but not be limited to, transportation, including, but not limited to,
- 119 commuter transit, rail and barge freight, technology transfer,
- brownfield remediation and development, health care delivery and
- 121 costs, early education, primary education, secondary and
- 122 postsecondary education systems and student performance, business
- regulation, labor force quality and sustainability, social services costs
- and delivery systems, affordable and workforce housing cost and
- 125 availability, land use policy, emergency preparedness, taxation,
- availability of capital and energy costs and supply;
- 127 (3) Identification and analysis of economic clusters that are growing
- 128 or declining within the state;
- 129 (4) An analysis of targeted industry sectors in the state that (A)
- 130 identifies those industry sectors that are of current or future
- importance to the growth of the state's economy and to its global

- competitive position, (B) identifies what those industry sectors need for continued growth, and (C) identifies, those industry sectors current and potential impediments to growth;
  - (5) A review and evaluation of the economic development structure in the state, including, but not limited to, (A) a review and analysis of the past and current economic, community and housing development structures, budgets and policies, efforts and responsibilities of its constituent parts in Connecticut; and (B) an analysis of the performance of the current economic, community and housing development structure, and its individual constituent parts, in meeting its statutory obligations, responsibilities and mandates and their impact on economic development and responsible growth in Connecticut;
- 145 (6) Establishment and articulation of a vision for Connecticut that 146 identifies where the state should be in five, ten, fifteen and twenty 147 years;
  - (7) Establishment of clear and measurable goals and objectives for the state and regions, to meet the short and long-term goals established under this section and provide clear steps and strategies to achieve said goals and objectives, including, but not limited to, the following: (A) The promotion of economic development and opportunity, (B) the fostering of effective transportation access and choice including the use of airports and ports for economic development, (C) enhancement and protection of the environment, (D) maximization of the effective development and use of the workforce consistent with applicable state or local workforce investment strategy, (E) promotion of the use of technology in economic development, including access to high-speed telecommunications, and (F) the balance of resources through sound management of physical development;
- 161 (8) Prioritization of goals and objectives established under this section;

- (9) Establishment of relevant measures that clearly identify and quantify (A) whether a goal and objective is being met at the state, regional, local and private sector level, and (B) cause and effect relationships, and provides a clear and replicable measurement methodology;
- 168 (10) Recommendations on how the state can best achieve goals 169 under the strategic plan and provide cost estimates for implementation 170 of the plan and the projected return on investment for those areas; 171 [and]
- 172 (11) A review and evaluation of the operation and efficacy of the 173 urban jobs program established pursuant to sections 32-9i to 32-9l, 174 inclusive, enterprise zones, contiguous municipality zones, defense 175 plant zones and manufacturing plant zones established pursuant to 176 section 32-70, railroad depot zones established pursuant to section 32-177 75a, qualified manufacturing plants designated pursuant to section 32-178 75c, entertainment districts established pursuant to section 32-76 and 179 enterprise corridor zones established pursuant to section 32-80; and
- [(11)] (12) Any other responsible growth information that the commissioner deems appropriate.
- Sec. 3. Subsection (b) of section 32-71 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (b) Any fixed assessment on any residential property shall cease if: 185 (1) For any residential rental property, any dwelling unit in such 186 187 property is rented to any person whose income exceeds two hundred 188 per cent of the median [family] income, [of the municipality] as 189 determined by the United States Department of Housing and Urban 190 Development, for the area in which the municipality containing the 191 residential rental property is located; or (2) for any conversion 192 condominium declared after the designation of the enterprise zone, 193 any unit is sold to any person whose income exceeds two hundred per

- 194 cent of the median [family] income, [of the municipality] as
- 195 <u>determined by the United States Department of Housing and Urban</u>
- 196 Development, for the area in which the municipality containing the
- 197 <u>residential rental property is located.</u>
- 198 Sec. 4. Subdivision (5) of section 32-327 of the general statutes is
- repealed and the following is substituted in lieu thereof (Effective from
- 200 passage):
- 201 (5) "Manufacturing jobs" means jobs at a business located, in whole 202 or in part, in Connecticut and [classified in accordance with the 203 standard industrial classification system of the Bureau of Census of the 204 United States Department of Commerce as belonging to a major 205 industry group numbered 20 to 39, inclusive] has a North American 206 Industrial Classification code of 311111 through 339999; a business 207 engaged in research and development directly related 208 manufacturing; a business engaged in the significant servicing, 209 overhauling or rebuilding of machinery and equipment for industrial 210 use; or any establishment or auxiliary or operating unit thereof, as 211 defined in the [Standard] North American Industrial Classification 212 Manual, which the commissioner determines will materially contribute 213 to the economy of the state by creating or retaining jobs, exporting 214 products or services beyond the state's boundaries, encouraging 215 innovation in products or services, adding value to products or 216 services, or otherwise supporting or enhancing existing activities that
- Sec. 5. Section 32-1c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

are important to the economy of the state.

(a) In addition to any other powers, duties and responsibilities provided for in this chapter, chapter 131, chapter 579 and section 4-8 and subsection (a) of section 10-409, the commissioner shall have the following powers, duties and responsibilities: (1) To administer and direct the operations of the Department of Economic and Community Development; (2) to report annually to the Governor, as provided in

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or lease facilities located outside the state subject to the provisions of section 4b-23; (15) to advise and inform municipal officials concerning economic development and collect and disseminate information pertaining thereto, including information about federal, state and private assistance programs and services pertaining thereto; (16) to inquire into the utilization of state government resources and coordinate federal and state activities for assistance in and solution of problems of economic development and to inform and advise the Governor about and propose legislation concerning such problems; (17) to conduct, encourage and maintain research and studies relating to industrial and commercial development; (18) to prepare and review model ordinances and charters relating to these areas; (19) to maintain an inventory of data and information and act as a clearinghouse and referral agency for information on state and federal programs and services relative to the purpose set forth herein. The inventory shall include information on all federal programs of financial assistance for defense conversion projects and other projects consistent with a defense conversion strategy and shall identify businesses which would be eligible for such assistance and provide notification to such business of such programs; (20) to conduct, encourage and maintain research and studies and advise municipal officials about forms of cooperation between public and private agencies designed to advance economic development; (21) to promote and assist the formation of municipal and other agencies appropriate to the purposes of this chapter; (22) to require notice of the submission of all applications by municipalities and any agency thereof for federal and state financial assistance for economic development programs as relate to the purposes of this chapter; (23) with the approval of the Commissioner of Administrative Services, to reimburse any employee of the department, including the commissioner, for reasonable business expenses, including but not limited to, mileage, travel, lodging, and entertainment of business prospects and other persons to the extent necessary or advisable to carry out the purposes of subdivisions (4), (7), (8) and (11) of this subsection and other provisions of this chapter; (24) to assist in

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resolving solid waste management issues; [(25) to develop and implement the Connecticut economic information system, in consultation with the Connecticut Economic Information System Steering Committee established under section 32-6i; and (26)] and (25) (A) to serve as an information clearinghouse for various public and private programs available to assist businesses, and (B) to identify specific micro businesses, as defined in section 32-344, whose growth and success could benefit from state or private assistance and contact such small businesses in order to (i) identify their needs, (ii) provide information about public and private programs for meeting such needs, including, but not limited to, technical assistance, job training and financial assistance, and (iii) arrange for the provision of such assistance to such businesses.

- (b) The Commissioner of Economic and Community Development may make available technical and financial assistance and advisory services to any appropriate agency, authority or commission for planning and other functions pertinent to economic development provided any financial assistance to a regional planning agency or a regional council of elected officials shall have the prior approval of the Secretary of the Office of Policy and Management or his designee. Financial assistance shall be rendered upon such contractual arrangements as may be agreed upon by the commissioner and any such agency, authority or commission in accordance with their respective needs, and the commissioner may determine the qualifications of personnel or consultants to be engaged for such assistance.
- (c) The Commissioner of Economic and Community Development is authorized to do all things necessary to apply for, qualify for and accept any federal funds made available or allotted under any federal act for planning or any other projects, programs or activities which may be established by federal law, for any of the purposes, or activities related thereto, of the Department of Economic and Community Development and said Commissioner of Economic and Community

- 327 Development shall administer any such funds allotted to the 328 department in accordance with federal law. The commissioner may 329 enter into contracts with the federal government concerning the use 330 and repayment of such funds under any such federal act, the 331 prosecution of the work under any such contract and the establishment 332 of any disbursement from a separate account in which federal and 333 state funds estimated to be required for plan preparation or other 334 eligible activities under such federal act shall be kept. Said account 335 shall not be a part of the General Fund of the state or any subdivision 336 of the state.
- 337 (d) The powers and duties enumerated in this section shall be in 338 addition to and shall not limit any other powers or duties of the 339 Commissioner of Economic and Community Development contained 340 in any other law.
- 341 Sec. 6. Section 32-324f of the general statutes is repealed and the 342 following is substituted in lieu thereof (*Effective July 1, 2009*):
- 343 The Department of Economic and Community Development, in 344 consultation with the person, firm, corporation or entity selected to 345 implement the grant pursuant to subsection (b) of section 32-324a, if 346 applicable, shall create guidelines necessary for the administration of 347 the provisions of this section on the progress of the grant programs 348 administered pursuant to sections 32-324a to 32-324e, inclusive. [The 349 Department of Economic and Community Development, 350 consultation with such person, firm, corporation or entity, if 351 applicable, shall submit an annual report, in accordance with the 352 provisions of section 11-4a, to the joint standing committees of the 353 General Assembly having cognizance of matters relating to energy and 354 technology, commerce and the environment.]
- 355 Sec. 7. Section 32-324g of the general statutes is repealed and the 356 following is substituted in lieu thereof (*Effective July 1, 2009*):
- 357 The Department of Economic and Community Development shall

358 administer a fuel diversification grant program to provide funding to 359 of higher education or Connecticut Connecticut institutions 360 institutions of agricultural research for purposes which may include, 361 but are not limited to (1) research to promote biofuel production from 362 agricultural products, algae and waste grease, and (2) biofuel quality 363 testing. Said department may enter into an agreement, in accordance 364 with the provisions of chapter 55a, with a person, firm, corporation or 365 other entity to administer such program. The Department of Economic 366 and Community Development, in consultation with such person, firm, 367 corporation or entity, if applicable, shall create guidelines necessary for 368 the administration of the provisions of this section. [If the Department 369 of Economic and Community Development selects such a person, firm, 370 corporation or other entity to administer the program, not later than 371 January 1, 2008, and annually thereafter, such person, firm, 372 corporation or other entity shall submit a report to the Commissioner 373 of Economic and Community Development regarding the status of 374 such program.]

- Sec. 8. Section 32-1m of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2009*):
- 377 (a) Not later than February 1, 2006, and annually thereafter, the 378 Commissioner of Economic and Community Development shall 379 submit a report to the Governor and the General Assembly, in 380 accordance with the provisions of section 11-4a. Not later than thirty 381 days after submission of the report to the Governor and the General 382 Assembly, said commissioner shall post the report on the Department 383 of Economic and Community Development's web site. Said report 384 shall include, but not be limited to, the following information with 385 regard to the activities of the Department of Economic and 386 Community Development during the preceding state fiscal year:
  - (1) A brief description and assessment of the state's economy during such year, utilizing the most recent and reasonably available data, and including:

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- 390 (A) Connecticut employment by industry;
- 391 (B) Connecticut and national average unemployment;
- 392 (C) Connecticut gross state product, by industry;
- 393 (D) Connecticut productivity, by industry, compared to the national average;
- 395 (E) Connecticut manufacturing activity;
- 396 (F) Identification of economic and competitive conditions affecting
- 397 Connecticut's industry sectors, problems resulting from these
- 398 conditions and state efforts to address the problems; and
- 399 (G) Any other economic information that the commissioner deems 400 appropriate.
- 401 (2) A statement of the department's economic and community
- 402 development objectives, measures of program success and standards
- 403 for granting financial and nonfinancial assistance under programs
- administered by the department.
- 405 (3) An analysis of the economic development portfolio of the
- 406 department, including:
- 407 (A) A list of the names, addresses and locations of all recipients of
- 408 the department's assistance;
- 409 (B) The following information concerning each recipient of such
- 410 assistance: (i) Business activities, (ii) standard industrial classification
- 411 codes or North American industrial classification codes, (iii) number of
- 412 full-time jobs and part-time jobs at the time of application, (iv) number
- 413 of actual full-time jobs and actual part-time jobs during the preceding
- 414 state fiscal year, (v) whether the recipient is a minority or woman-
- owned business, (vi) a summary of the terms and conditions for the
- assistance, including the type and amount of state financial assistance,
- 417 job creation or retention requirements and anticipated wage rates, (vii)

- the amount of investments from private and other nonstate sources
- 419 that have been leveraged by the assistance, (viii) the extent to which
- 420 employees of the recipient participate in health benefit plans offered
- by such recipient, (ix) the extent to which the recipient offers unique
- 422 economic, social, cultural or aesthetic attributes to the municipality in
- 423 which the recipient is located or to the state, and (x) the amount of
- 424 state investment;
- 425 (C) A portfolio analysis, including (i) an analysis of the wages paid
- 426 by recipients of financial assistance, (ii) the average portfolio wage,
- 427 median portfolio wage, highest and lowest portfolio wage, (iii)
- 428 portfolio wage data by industry, and (iv) portfolio wage data by
- 429 municipality;
- 430 (D) An investment analysis, including (i) total portfolio value, (ii)
- 431 total investment by industry, (iii) portfolio dollar per job average, (iv)
- 432 portfolio leverage ratio, and (v) percentage of financial assistance
- 433 which was provided to high performance work organizations in the
- 434 preceding state fiscal year; and
- 435 (E) An analysis of the estimated economic effects of the
- 436 department's economic development investments on the state's
- 437 economy, including (i) contribution to gross state product for the total
- 438 economic development portfolio and for any investment activity
- 439 occurring in the preceding state fiscal year, (ii) direct and indirect
- employment created by the investments for the total portfolio and for
- any investment activity occurring in the preceding state fiscal year, (iii)
- 442 productivity of recipients of financial assistance as a result of the
- department's investment occurring in the preceding state fiscal year,
- 444 (iv) directly or indirectly increased property values in the
- 445 municipalities in which the recipients of assistance are located, and (v)
- 446 personal income.
- 447 (4) An analysis of the community development portfolio of the
- 448 department, including:

- (A) A list of the names, addresses and locations of all recipients of the department's assistance;
  - (B) The following information concerning each recipient of such assistance: (i) Amount of state investment, (ii) a summary of the terms and conditions for the department's assistance, including the type and amount of state financial assistance, and (iii) the amount of investments from private and other nonstate sources that have been leveraged by such assistance;
  - (C) An investment analysis, including (i) total active portfolio value, (ii) total investments made in the preceding state fiscal year, (iii) total portfolio by municipality, (iv) total investments made in the preceding state fiscal year categorized by municipality, (v) total portfolio leverage ratio, and (vi) leverage ratio of the total investments made in the preceding state fiscal year; and
  - (D) An analysis of the estimated economic effects of the department's economic development investments on the state's economy, including (i) contribution to gross state product for the total portfolio and for any investment activity occurring in the preceding state fiscal year, (ii) direct and indirect employment created by the investments for the total portfolio and for any investment activity occurring in the preceding state fiscal year, (iii) productivity of recipients of financial assistance as a result of the department's investment occurring in the preceding state fiscal year, (iv) directly or indirectly increased property values in the municipalities in which the recipients are located, and (v) personal income.
  - (5) A summary of the department's economic and community development marketing efforts in the preceding state fiscal year, a summary of the department's business recruitment strategies and activities in such year, and a summary of the department's efforts to assist small businesses and minority business enterprises in such year.
- 479 (6) A summary of the department's international trade efforts in the

preceding state fiscal year, and, to the extent possible, a summary of foreign direct investment that occurred in the state in such year.

- (7) Identification of existing economic clusters, the formation of new economic clusters, the measures taken by the commissioner during the preceding state fiscal year to encourage the growth of economic clusters and the amount of bond funds expended by the department during the previous fiscal year on each economic cluster.
- (8) (A) A summary of the department's brownfield-related efforts and activities within the Office of Brownfield Remediation and Development established pursuant to subsections (a) to (f), inclusive, of section 32-9cc in the preceding state fiscal year, except for activity under the Special Contaminated Property Remediation and Insurance Fund program. Such efforts shall include, but not be limited to, (i) total portfolio investment in brownfield remediation projects, (ii) total investment in brownfield remediation projects in the preceding state fiscal year, (iii) total number of brownfield remediation projects, (iv) total number of brownfield remediation projects in the preceding state fiscal year, (v) total of reclaimed and remediated acreage, (vi) total of reclaimed and remediated acreage in the preceding state fiscal year, (vii) leverage ratio for the total portfolio investment in brownfield remediation projects, and (viii) leverage ratio for the total portfolio investment in brownfield remediation projects in the preceding state fiscal year. Such summary shall include a list of such brownfield remediation projects and, for each such project, the name of the developer and the location by street address and municipality and a tracking of all funds administered through or by said office;
- (B) A summary of the department's efforts with regard to the Special Contaminated Property Remediation and Insurance Fund, including, but not limited to, (i) the number of applications received in the preceding state fiscal year, (ii) the number and amounts of loans made in such year, (iii) the names of the applicants for such loans, (iv) the average time period between submission of application and the

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- decision to grant or deny the loan, (v) a list of the applications
- 513 approved and the applications denied and the reasons for such
- denials, and (vi) for each project, the location by street address and
- 515 municipality; and
- 516 (C) A summary of the department's efforts with regard to the dry
- 517 cleaning grant program, established pursuant to section 12-263m,
- 518 including, but not limited to, (i) information as to the number of
- 519 applications received, (ii) the number and amounts of grants made
- since the inception of the program, (iii) the names of the applicants,
- 521 (iv) the time period between submission of application and the
- 522 decision to grant or deny the loan, (v) which applications were
- 523 approved and which applications were denied and the reasons for any
- 524 denials, and (vi) a recommendation as to whether the surcharge and
- 525 grant program established pursuant to section 12-263m should
- 526 continue.
- 527 (9) The following information concerning enterprise zones
- 528 designated under section 32-70:
- 529 (A) A statement of the current goals for enterprise zones;
- 530 (B) A statement of the current performance standards to measure
- 531 the progress of municipalities that have enterprise zones in attaining
- 532 the goals for such zones;
- 533 (C) A report from each municipality that has an enterprise zone,
- 534 which evaluates the progress of the municipality in meeting the
- 535 performance standards established under section 32-70a, as amended
- 536 by this act; and
- 537 (D) An assessment of the performance of each enterprise zone based
- on information collected under subparagraph (C) of this subdivision.
- 539 (10) With regard to the grant program designated pursuant to
- 540 sections 32-324a to 32-324e, inclusive, an assessment of program
- 541 <u>performance.</u>

- 542 (11) With regard to the fuel diversification program designated 543 pursuant to section 32-324g, as amended by this act, an assessment of 544 program performance.
- [(10)] (12) With regard to the department's housing-developmentrelated functions and activities:
- (A) A brief description and assessment of the state's housing market during the preceding state fiscal year, utilizing the most recent and reasonably available data, and including, but not limited to, (i) a brief description of the significant characteristics of such market, including supply, demand and condition and cost of housing, and (ii) any other information that the commissioner deems appropriate;
- (B) A comprehensive assessment of current and future needs for rental assistance under section 8-119kk for housing projects for the elderly and disabled, in consultation with the Connecticut Housing Finance Authority;
- (C) An analysis of the progress of the public and private sectors toward meeting housing needs in the state, using building permit data from the United States Census Bureau and demolition data from Connecticut municipalities;
  - (D) A list of municipalities that meet the affordable housing criteria set forth in subsection (k) of section 8-30g, pursuant to regulations that the Commissioner of Economic and Community Development shall adopt pursuant to the provisions of chapter 54. For the purpose of determining the percentage required by subsection (k) of said section 8-30g, the commissioner shall use as the denominator the number of dwelling units in the municipality, as reported in the most recent United States decennial census; and
- 569 (E) A statement of the department's housing development 570 objectives, measures of program success and standards for granting 571 financial and nonfinancial assistance under programs administered by

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- 572 said commissioner.
- [(11)] (13) A presentation of the state-funded housing development portfolio of the department, including:
- 575 (A) A list of the names, addresses and locations of all recipients of such assistance; and
- (B) For each such recipient, (i) a summary of the terms and conditions for the assistance, including the type and amount of state financial assistance, (ii) the amount of investments from private and other nonstate sources that have been leveraged by the assistance, (iii) the number of new units to be created and the number of units to be preserved at the time of the application, and (iv) the number of actual new units created and number of units preserved.
- [(12)] (14) An analysis of the state-funded housing development portfolio of the department, including:
  - (A) An investment analysis, including the (i) total active portfolio value, (ii) total investment made in the preceding state fiscal year, (iii) portfolio dollar per new unit created, (iv) estimated dollars per new unit created for projects receiving an assistance award in the preceding state fiscal year, (v) portfolio dollars per unit preserved, (vi) estimated dollar per unit preserved for projects receiving an assistance award in the preceding state fiscal year, (vii) portfolio leverage ratio, and (viii) leverage ratio for housing development investments made in the preceding state fiscal year; and
    - (B) A production and preservation analysis, including (i) the total number of units created, itemized by municipality, for the total portfolio and projects receiving an assistance award in the preceding state fiscal year, (ii) the total number of elderly units created for the total portfolio and for projects receiving an assistance award in the preceding state fiscal year, (iii) the total number of family units created for the total portfolio and for projects receiving an assistance award in

the preceding state fiscal year, (iv) the total number of units preserved, 603 itemized by municipality, for the total portfolio and projects receiving an assistance award in the preceding state fiscal year, (v) the total number of elderly units preserved for the total portfolio and for projects receiving an assistance award in the preceding state fiscal 607 year, (vi) the total number of family units preserved for the total 608 portfolio and for projects receiving an assistance award in the preceding state fiscal year, (vii) an analysis by income group of 610 households served by the department's housing construction, substantial rehabilitation, purchase and rental assistance programs, for 612 each housing development, if applicable, and for each program, 613 including number of households served under each program by race 614 and data for all households, and (viii) a summary of the department's efforts in promoting fair housing choice and racial and economic 616 integration, including data on the racial composition of the occupants 617 and persons on the waiting list of each housing project that is assisted 618 under any housing program established by the general statutes or a 619 special act or that is supervised by the department, provided no 620 information shall be required to be disclosed by any occupant or person on a waiting list for the preparation of such summary. As used 622 in this subparagraph, "elderly units" means dwelling units for which 623 occupancy is restricted by age, and "family units" means dwelling 624 units for which occupancy is not restricted by age.

- 625 [(13)] (15) An economic impact analysis of the department's housing 626 development efforts and activities, including, but not limited to:
- 627 (A) The contribution of such efforts and activities to the gross state 628 product;
- 629 (B) The direct and indirect employment created by the investments 630 for the total housing development portfolio and for any investment 631 activity for such portfolio occurring in the preceding state fiscal year; 632 and
- 633 (C) Personal income in the state.

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634	[(14)] (16) With regard to the Housing Trust Fund and Housing
635	Trust Fund program, as those terms are defined in section 8-336m:

- 636 (A) Activities for the prior fiscal year of the Housing Trust Fund and 637 the Housing Trust Fund program; and
- 638 (B) The efforts of the department to obtain private support for the 639 Housing Trust Fund and the Housing Trust Fund program.
- 640 [(15)] (17) With regard to the department's energy conservation loan 641 program:
- 642 (A) The number of loans or deferred loans made during the 643 preceding fiscal year under each component of such program and the 644 total amount of the loans or deferred loans made during such fiscal 645 year under each such component;
- 646 (B) A description of each step of the loan or deferred loan 647 application and review process;
- 648 (C) The location of each loan or deferred loan application intake site 649 for such program;
- 650 (D) The average time period for the processing of loan or deferred 651 loan applications during such fiscal year; and
- 652 (E) The total administrative expenses of such program for such 653 fiscal year.
- 654 [(16)] (18) A summary of the total social and economic impact of the 655 department's efforts and activities in the areas of economic, 656 community and housing development, and an assessment of the 657 department's performance in terms of meeting its stated goals and 658 objectives.
- 659 (b) Any annual report that is required from the department by any 660 provision of the general statutes shall be incorporated into the annual 661 report provided pursuant to subsection (a) of this section.

This act shall take effect as follows and shall amend the following sections:			
Section 1	from passage	32-70a	
Sec. 2	July 1, 2009	32-1o(c)	
Sec. 3	from passage	32-71(b)	
Sec. 4	from passage	32-327(5)	
Sec. 5	from passage	32-1c	
Sec. 6	July 1, 2009	32-324f	
Sec. 7	July 1, 2009	32-324g	
Sec. 8	July 1, 2009	32-1m	

## Statement of Purpose:

To make various changes to economic development statutes.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]